

Register No.: Name:

SAINTGITS COLLEGE OF ENGINEERING (AUTONOMOUS)

(AFFILIATED TO APJ ABDUL KALAM TECHNOLOGICAL UNIVERSITY, THIRUVANANTHAPURAM)

FIRST SEMESTER INTEGRATED M.C.A DEGREE EXAMINATION (R), DECEMBER 2022 (2020 SCHEME)

Course Code: 20IMCAT109

Course Name: Fundamentals of Accountancy

Max. Marks: 60

Duration: 3 Hours

PART A

(Answer all questions. Each question carries 3 marks)

1. Accounting is the language of business. Comment.
2. What are wasting assets?
3. Outline the causes of depreciation.
4. Explain adjusting entries with an example.
5. What is meant by Grouping and Marshalling of assets and liabilities?
6. Give an outline on Sinking Fund method of depreciation.
7. Distinguish between Trial balance and Balance sheet.
8. Explain the treatment for Provision for bad debt.
9. What are common size statements?
10. What are financial statements?

PART B

(Answer one full question from each module, each question carries 6 marks)

MODULE I

11. Explain the Accounting concepts and conventions. (6)

OR

12. Define Accounting. State its functions. How does it differ from book keeping? (6)

MODULE II

13. Journalize the following transactions.

	Rs.	
2018 March 1 Akbar started business with	20,000	
2 Purchased furniture for cash	8,000	
3 Purchased goods	3,000	
4 Purchased goods from Rahim	5,000	(6)
5 Purchased goods for cash	6,000	
6 Sold goods to Jayan	7,000	
9 Sold goods for cash	9,000	
11 Paid Advertisement	800	

15 Received bank interest	500
18 Purchased stationery	1,000
22 Received from Jayan	4,000
23 Withdrew cash from bank	5,000
24 Paid salaries	4,000
30 Received commission	800

OR

14. Prepare Trading and Profit and Loss Account for the year ending 31st December, 2021 from the following information.

	Rs.	
Stock on 1 st January 2021	7,000	
Purchases	23,000	
Sales	40,000	
Purchases returns	3,000	
Sales returns	2,000	
Carriage on purchases	1,500	(6)
Carriage on sales	500	
Salaries	3,200	
Productive wages	3,100	
Rent, rates and insurance	1,400	
Commission received	700	
Advertisement	800	
Audit fee	300	
Stock of goods on 31 st December, 2014	12,500	

MODULE III

15. Explain the treatment of the following adjusting entries in the final accounts:

1. Closing stock (6)
2. Outstanding expenses
3. Prepaid expenses
4. Accrued income

OR

16. The following is the Trial Balance of Gupta as on 31st March 2021.

Particulars	Dr.	Cr.
Capital		96,800
Land & Building	35,000	
Goodwill	5,000	
Opening stock	17,250	
Purchases	82,750	
Wages and salaries	6,500	
Machinery	25,000	
Coal and power	3,500	

(6)

Freight	1,500	
Royalties	2,500	
Sales		1,25,000
Management expenses	14,500	
Bad debts	4,800	
Provision for bad debts		2,000
Drawings	6,000	
Debtors and Creditors	31,000	14,000
Cash	2,500	
	2,37,800	2,37,800

Adjustments:

1. Closing stock is valued at Rs.8,500
2. Write off Rs.1,000 as bad debts
3. Provide 5% of debtors for bad debts
4. Royalty outstanding amounts to Rs.500.

Prepare Trading and Profit and Loss Account for the year ending 31st March 2021 and a Balance sheet as on that date.

MODULE IV

17. a) Explain the need for charging depreciation. (3)
 b) Distinguish between straight line method and written down value method of depreciation. (3)

OR

18. On 1st July 2020, Princely Ltd., bought machinery worth Rs.44,000 and paid Rs.6,000 for its carriage and erection. On 1st July 2021, addition is made to the machinery for Rs.20,000. Depreciation is provided @20%p.a. Accounts are closed on 30th June every year. Prepare machinery account for first three years under Reducing instalment method. (6)

MODULE V

19. a) Explain the objectives of comparative financial statements. (3)
 b) Explain the meaning and types of common size financial statements. (3)

OR

20. Explain Comparative Balance sheet with a format. (6)
